

Office of the Director of Central Intelligence

DATE: 7 March 1974

The Director

SUBJECT:

The attached is a circuit closer. It has a slightly complicated history, the details of which I will not burden you with unless you are particularly interested. Hall wrote you in December (as the attached note indicates). That letter was followed up by a 31 January note to me which set the stage for a detailed briefing presented to interested Agency officers on 15 February. The letter offered for your signature is simply a polite reply which winds up this exchange.

George/A. carver, Jr.

Deputy for National Intelligence Officers

Attachment

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WASHINGTON, D.C. 20505

The Honorable Albert C. Hall Assistant Secretary of Defense (Intelligence) Department of Defense Room 3E282, Pentagon Washington, D.C. 20301

Dear Al:

accuracy.

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I agree with the conclusions of your letter of 26 December 1973, namely, that the intelligence community must better quantify and communicate to our consumers the uncertainties in our estimates. The problems of dealing with uncertainties in ICBM throw-weight and CEPs were clearly presented in the attachments to your letter and in the briefing given at CIA	
by and representatives of on	25X1
15 February.	
The complexity of the problem, as you pointed out in your letter, requires different methods for determining and expressing uncertainty depending on the nature of the judgmentwhether missile CEPs or Soviet troop strength in Eastern Europeand the type and amount of information available. Accordingly, the efforts we have underway to address uncertainty vary.	25X1
For more subjective judgments, we are experimenting with	
methods of expressing the likelihood of a given development using Bayesian analysis. Also, we have scheduled an interagency study for completion in June 1974 covering prospects for determining	

Beyond the efforts of CIA intelligence producers to deal with the problem according to general classes of estimative judgments, the National Intelligence Officers are to assure that

of this study will be to address uncertainties in Soviet missile

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the intelligence products over which they have cognizance contain as precise expressions of confidence and uncertainty as we are capable of making. Also, the evaluation process for the Key Intelligence Questions requires explicit treatment of the problem of uncertainty in the handling of each question.

Your letter and the report were appreciated and will be circulated for use by elements of CIA, the NIOs, and the Intelligence Community Staff.

Sincerely,

W. E. Colby

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